

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 7173

BILL NUMBER: SB 443

DATE PREPARED: Jan 7, 2002

BILL AMENDED:

SUBJECT: Internet Government Procurement.

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**FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL**

IMPACT: State & Local

Summary of Legislation: This bill authorizes a governmental body to receive electronic offers for a procurement by e-mail or other electronic means under certain circumstances. The bill authorizes political subdivisions to provide notices of procurements through the state's Internet website. The bill provides that a governmental body may sell surplus property through an Internet auction site approved by the Intelenet Commission.

Effective Date: July 1, 2002.

Explanation of State Expenditures: *Intelenet Commission:* Before a local subdivision may sell surplus property using an Internet auction site, the site must be approved by the Intelenet Commission. The bill also allows the purchasing agencies of political subdivisions to post an invitation for bids on the state's website. Any impact from these provisions on the Commission is expected to be absorb using existing staff and resources.

Explanation of State Revenues:

Explanation of Local Expenditures: *Internet Posting of Notices of Procurements:* If this bill allows political subdivisions to reach additional bidders who can provide requested items at prices lower than what would have otherwise been available, it will reduce the subdivisions' procurement costs.

Surplus Property: Allowing political subdivisions to sell surplus property via an Internet auction site could provide increased efficiencies within the subdivisions in so far as it would provide them with another method of disposing surplus property.

Explanation of Local Revenues:

State Agencies Affected: Department of Administration; Department of Correction; Intelenet Commission.

Local Agencies Affected: Political subdivisions.

Information Sources: